AMENDMENT TO RULES COMMITTEE PRINT 115-7 OFFERED BY MR. TAKANO OF CALIFORNIA

Strike sections 1 through 9 and insert the following:

1 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.

- 2 (a) SHORT TITLE.—This Act may be cited as the
- 3 "VA Accountability First Act of 2017".
- 4 (b) Table of Contents for

5 this Act is as follows:

- Sec. 1. Short title: table of contents.
- Sec. 2. References to title 38, United States Code.
- Sec. 3. Removal, demotion, and suspension of employees based on performance or misconduct.
- Sec. 4. Reduction of benefits for Department of Veterans Affairs employees convicted of certain crimes.
- Sec. 5. Authority to recoup bonuses or awards paid to employees of Department of Veterans Affairs.
- Sec. 6. Authority to recoup relocation expenses paid to or on behalf of employees of Department of Veterans Affairs.
- Sec. 7. Time period for response to notice of adverse actions against supervisory employees who commit prohibited personnel actions.
- Sec. 8. Direct hiring authority for medical center directors and VISN directors.
- Sec. 9. Time periods for review of adverse actions with respect to certain employees.

6 SEC. 2. REFERENCES TO TITLE 38, UNITED STATES CODE.

- 7 Except as otherwise expressly provided, whenever in
- 8 this Act an amendment or repeal is expressed in terms
- 9 of an amendment to, or repeal of, a section or other provi-
- 10 sion, the reference shall be considered to be made to a
- 11 section or other provision of title 38, United States Code.

1	SEC. 3. REMOVAL, DEMOTION, AND SUSPENSION OF EM-
2	PLOYEES BASED ON PERFORMANCE OR MIS-
3	CONDUCT.
4	(a) In General.—Subchapter I of chapter 7 is
5	amended by adding at the end the following new section:
6	"§ 719. Employees: removal, demotion, or suspension
7	based on performance or misconduct
8	"(a) In General.—The Secretary may remove, de-
9	mote, or suspend an individual who is an employee of the
10	Department if the Secretary determines the performance
11	or misconduct of the individual warrants such removal, de-
12	motion, or suspension. If the Secretary so removes, de-
13	motes, or suspends such an individual, the Secretary
14	may—
15	"(1) remove the individual from the civil service
16	(as defined in section 2101 of title 5);
17	"(2) demote the individual by means of a reduc-
18	tion in grade for which the individual is qualified,
19	that the Secretary determines is appropriate, and
20	that reduces the annual rate of pay of the individual;
21	or
22	"(3) suspend the individual.
23	"(b) Pay of Certain Demoted Individuals.—(1)
24	Notwithstanding any other provision of law, any individual
25	subject to a demotion under subsection (a)(2) shall begin-

- 1 ning on the date of such demotion, receive the annual rate
- 2 of pay applicable to such grade.
- 3 "(2) An individual so demoted may not be placed on
- 4 administrative leave during the period during which an ap-
- 5 peal (if any) under this section is ongoing, and may only
- 6 receive pay if the individual reports for duty or is approved
- 7 to use available unused annual, sick, family medical, mili-
- 8 tary, or court leave. If an individual so demoted does not
- 9 report for duty or receive approval to use available unused
- 10 leave, such individual shall not receive pay or other bene-
- 11 fits pursuant to subsection (e)(5).
- 12 "(c) Notice to Congress.—(1) Not later than 30
- 13 days after removing, demoting, or suspending an indi-
- 14 vidual employed in a senior executive position under sub-
- 15 section (a) or after removing, demoting, or suspending an
- 16 individual under chapter 74 of this title, the Secretary
- 17 shall submit to the Committees on Veterans' Affairs of
- 18 the Senate and House of Representatives and to each
- 19 Member of Congress representing a district in the State
- 20 or territory where the facility where the individual was em-
- 21 ployed immediately before being removed, demoted, or sus-
- 22 pended is located notice in writing of such removal, demo-
- 23 tion, or suspension. Such notice shall include the job title
- 24 of the individual, the location where the individual was em-
- 25 ployed immediately before being removed, demoted, or sus-

- 1 pended, the proposed action, and the reason for such re-
- 2 moval, demotion, or suspension.
- 3 "(2) Not later than 30 days after the last day of a
- 4 fiscal year, the Secretary shall submit to the Committees
- 5 on Veterans' Affairs of the Senate and House of Rep-
- 6 resentatives a report listing all removals, demotions, and
- 7 suspensions under this section or under chapter 74 of this
- 8 title during such fiscal year. Each such report shall in-
- 9 clude the job title of each individual removed, demoted,
- 10 or suspended, the location where the individual was em-
- 11 ployed immediately before being so removed, demoted or
- 12 suspended, the proposed action, and the reason for such
- 13 removal, demotion, or suspension.
- 14 "(3) In this subsection, the term 'senior executive po-
- 15 sition' means, with respect to a career appointee (as that
- 16 term is defined in section 3132(a)(4) of title 5), a Senior
- 17 Executive Service position (as such term is defined in sec-
- 18 tion 3132(a)(2) of title 5).
- 19 "(d) Procedure.—(1) Subsection (b) of section
- 20 7513 of title 5 shall apply with respect to a removal, demo-
- 21 tion, or suspension under this section, except that the pe-
- 22 riod for notice and response, which includes the advance
- 23 notice period required by paragraph (1) of such subsection
- 24 and the response period required by paragraph (2) of such
- 25 subsection, shall not exceed a total of 10 business days.

1	"(2) The Secretary shall issue a final decision with
2	respect to a removal, demotion, or suspension under this
3	section—
4	"(A) in the case of a proposed removal, demo-
5	tion, or suspension to which an individual responds
6	under paragraph (1), not later than five business
7	days after receiving the response of the individual;
8	or
9	"(B) in the case of a proposed removal, demo-
10	tion, or suspension to which an individual does not
11	respond, not later than 15 business days after the
12	Secretary provides notice to the individual under
13	paragraph (1).
14	"(3) The procedures under chapter 43 of title 5 shall
15	not apply to a removal, demotion, or suspension under this
16	section.
17	"(4)(A) Subject to subparagraph (B) and subsection
18	(e), any removal, demotion, or suspension under sub-
19	section (a) may be appealed to the Merit Systems Protec-
20	tion Board, which shall refer such appeal to an adminis-
21	trative judge pursuant to section 7701(b)(1) of title 5.
22	"(B) An appeal under subparagraph (A) of a re-
23	moval, demotion, or suspension may only be made if such
24	appeal is made not later than 7 days after the date of
25	such removal, demotion, or suspension.

- 1 "(e) Expedited Review.—(1) Upon receipt of an
- 2 appeal under subsection (d)(3)(A), the administrative
- 3 judge shall expedite any such appeal under such section
- 4 and, in any such case, shall issue a final and complete
- 5 decision not later than 45 business days after the date
- 6 of the appeal.
- 7 "(2) Notwithstanding section 7701(c)(1)(B) of title
- 8 5, the administrative judge shall uphold the decision of
- 9 the Secretary to remove, demote, or suspend an employee
- 10 under subsection (a) if the decision is supported by sub-
- 11 stantial evidence. If the decision of the Secretary is sup-
- 12 ported by substantial evidence, the administrative judge
- 13 shall not mitigate the penalty prescribed by the Secretary.
- 14 "(3)(A) The decision of the administrative judge
- 15 under paragraph (1) may be appealed to the Merit Sys-
- 16 tems Protection Board.
- 17 "(B) An appeal under subparagraph (A) of a decision
- 18 of an administrative judge may only be made if such ap-
- 19 peal is made not later than 7 business days after the date
- 20 of the decision of the administrative judge.
- 21 "(4) In any case in which the administrative judge
- 22 cannot issue a decision in accordance with the 45-day re-
- 23 quirement under paragraph (1), the Merit Systems Pro-
- 24 tection Board shall, not later than 14 business days after
- 25 the expiration of the 45-day period, submit to the Commit-

- 1 tees on Veterans' Affairs of the Senate and House of Rep-
- 2 resentatives a report that explains the reasons why a deci-
- 3 sion was not issued in accordance with such requirement.
- 4 "(5)(A) A decision of the Merit Systems Protection
- 5 Board under paragraph (3) may be appealed to the United
- 6 States Court of Appeals for the Federal Circuit pursuant
- 7 to section 7703 of title 5.
- 8 "(B) An appeal under subparagraph (A) of a decision
- 9 of the Merit Systems Protection Board may only be made
- 10 if such appeal is made not later than 7 business days after
- 11 the date of the decision of the Board.
- 12 "(C) Any decision by such Court shall be in compli-
- 13 ance with section 7462(f)(2) of this title.
- 14 "(6) The Merit Systems Protection Board may not
- 15 stay any removal, demotion, under this section.
- 16 "(7) During the period beginning on the date on
- 17 which an individual appeals a removal from the civil serv-
- 18 ice under subsection (d) and ending on the date that the
- 19 United States Court of Appeals for the Federal Circuit
- 20 issues a final decision on such appeal, such individual may
- 21 not receive any pay, awards, bonuses, incentives, allow-
- 22 ances, differentials, student loan repayments, special pay-
- 23 ments, or benefits related to the employment of the indi-
- 24 vidual by the Department.

- 1 "(8) To the maximum extent practicable, the Sec-
- 2 retary shall provide to the Merit Systems Protection
- 3 Board such information and assistance as may be nec-
- 4 essary to ensure an appeal under this subsection is expe-
- 5 dited.
- 6 "(9) If an employee prevails on appeal under this sec-
- 7 tion, the employee shall be entitled to backpay (as pro-
- 8 vided in section 5596 of title 5).
- 9 "(f) Whistleblower Protection.—(1) In the
- 10 case of an individual seeking corrective action (or on be-
- 11 half of whom corrective action is sought) from the Office
- 12 of Special Counsel based on an alleged prohibited per-
- 13 sonnel practice described in section 2302(b) of title 5, the
- 14 Secretary may not remove, demote, or suspend such indi-
- 15 vidual under subsection (a) without the approval of the
- 16 Special Counsel under section 1214(f) of title 5.
- 17 "(2) In the case of an individual who has filed a whis-
- 18 tleblower complaint, as such term is defined in section 731
- 19 of this title, the Secretary may not remove, demote, or
- 20 suspend such individual under subsection (a) until a final
- 21 decision with respect to the whistleblower complaint has
- 22 been made.
- 23 "(g) Termination of Investigations by Office
- 24 OF Special Counsel.—Notwithstanding any other provi-
- 25 sion of law, the Special Counsel (established by section

1	1211 of title 5) may terminate an investigation of a pro-
2	hibited personnel practice alleged by an employee or
3	former employee of the Department after the Special
4	Counsel provides to the employee or former employee a
5	written statement of the reasons for the termination of
6	the investigation. Such statement may not be admissible
7	as evidence in any judicial or administrative proceeding
8	without the consent of such employee or former employee.
9	"(h) Vacancies.—In the case of an individual who
10	is removed or demoted under subsection (a), to the max-
11	imum extent feasible, the Secretary shall fill the vacancy
12	arising as a result of such removal or demotion.
13	"(i) Definitions.—In this section:
14	"(1) The term 'individual' means an individual
15	occupying a position at the Department but does not
16	include—
17	"(A) an individual appointed pursuant to
18	sections 7306, 7401(1), or 7405 of this title;
19	"(B) an individual who has not completed
20	a probationary or trial period; or
21	"(C) a political appointee.
22	"(2) The term 'suspend' means the placing of
23	an employee, for disciplinary reasons, in a temporary
24	status without duties and pay for a period in excess
25	of 14 days.

1	"(3) The term 'grade' has the meaning given
2	such term in section 7511(a) of title 5.
3	"(4) The term 'misconduct' includes neglect of
4	duty, malfeasance, or failure to accept a directed re-
5	assignment or to accompany a position in a transfer
6	of function.
7	"(5) The term 'political appointee' means an in-
8	dividual who is—
9	"(A) employed in a position described
10	under sections 5312 through 5316 of title 5
11	(relating to the Executive Schedule);
12	"(B) a limited term appointee, limited
13	emergency appointee, or noncareer appointee in
14	the Senior Executive Service, as defined under
15	paragraphs (5), (6), and (7), respectively, of
16	section 3132(a) of title 5; or
17	"(C) employed in a position of a confiden-
18	tial or policy-determining character under
19	schedule C of subpart C of part 213 of title 5
20	of the Code of Federal Regulations.".
21	(b) Repeal of Superceded Provision of Law.—
22	(1) In General.—Section 713 of title 38,
23	United States Code, is here by repealed.

1	(2) CLERICAL AMENDMENT.—The table of sec-
2	tions at the beginning of chapter 7 is amended by
3	striking the item relating to section 713.
4	(c) CLERICAL AND CONFORMING AMENDMENTS.—
5	(1) Clerical.—The table of sections at the be-
6	ginning of chapter 7 is amended by inserting after
7	the item relating to section 717 the following new
8	item:
	"719. Employees: removal, demotion, or suspension based on performance or misconduct.".
9	(2) Conforming.—Section 4303(f) of title 5,
10	United States Code, is amended—
11	(A) by striking "or" at the end of para-
12	graph (2);
13	(B) by striking the period at the end of
14	paragraph (3) and inserting ", or"; and
15	(C) by adding at the end the following:
16	"(4) any removal or demotion under section
17	719 of title 38.".
18	(d) Temporary Exemption From Certain Limi-
19	TATION ON INITIATION FROM REMOVAL FROM SENIOR
20	EXECUTIVE SERVICE.—During the 120-day period begin-
21	ning on the date of enactment of this Act, an action to
22	remove an individual from the Senior Executive Service
23	at the Department of Veterans Affairs pursuant to this
24	section may be initiated, notwithstanding section 3592(b)

1	of title 5, United States Code, or any other provision of
2	law.
3	SEC. 4. REDUCTION OF BENEFITS FOR DEPARTMENT OF
4	VETERANS AFFAIRS EMPLOYEES CONVICTED
5	OF CERTAIN CRIMES.
6	(a) Reduction of Benefits.—
7	(1) In general.—Subchapter I of chapter 7 is
8	further amended by inserting after section 719, as
9	added by section 3, the following new section:
10	"§ 721. Reduction of benefits of employees convicted
11	of certain crimes
12	"(a) Reduction of Annuity for Removed Em-
13	PLOYEE.—(1) The Secretary shall order that the covered
14	service of an employee of the Department removed from
15	a position for performance or misconduct under section
16	719 or 7461 of this title or any other provision of law
17	shall not be taken into account for purposes of calculating
18	an annuity with respect to such individual under chapter
19	83 or chapter 84 of title 5, if—
20	"(A) the Secretary determines that the indi-
21	vidual is convicted of a felony that influenced the in-
22	dividual's performance while employed in the posi-
23	tion; and
24	"(B) before such order is made, the individual
25	is afforded—

1	"(i) notice of the proposed order; and
2	"(ii) an opportunity to respond to the pro-
3	posed order by not later than ten business days
4	following receipt of such notice; and
5	"(C) the Secretary issues the order—
6	"(i) in the case of a proposed order to
7	which an individual responds under subpara-
8	graph (B)(ii), not later than five business days
9	after receiving the response of the individual; or
10	"(ii) in the case of a proposed order to
11	which an individual does not respond, not later
12	than 15 business days after the Secretary pro-
13	vides notice to the individual under subpara-
14	graph (B)(i).
15	"(2) Upon the issuance of an order by the Secretary
16	under paragraph (1), the individual shall have an oppor-
17	tunity to appeal the order to the Director of the Office
18	of Personnel Management before the date that is seven
19	business days after the date of such issuance.
20	"(3) The Director of the Office of Personnel Manage-
21	ment shall make a final decision with respect to an appeal
22	under paragraph (2) within 30 business days of receiving
23	the appeal.
24	"(b) REDUCTION OF ANNUITY FOR RETIRED EM-
25	PLOYEE.—(1) The Secretary may order that the covered

1	service of an individual who is removed for performance
2	or misconduct under section 719 or 7461 of this title or
3	any other provision of law but who leaves employment at
4	the Department prior to the issuance of a final decision
5	with respect to such action shall not be taken into account
6	for purposes of calculating an annuity with respect to such
7	individual under chapter 83 or chapter 84 of title 5, if—
8	"(A) the Secretary determines that individual is
9	convicted of a felony that influenced the individual's
10	performance while employed in the position; and
11	"(B) before such order is made, the individual
12	is afforded—
13	"(i) notice of the proposed order;
14	"(ii) opportunity to respond to the pro-
15	posed order by not later than ten business days
16	following receipt of such notice; and
17	"(C) the Secretary issues the order—
18	"(i) in the case of a proposed order to
19	which an individual responds under subpara-
20	graph (B)(ii), not later than five business days
21	after receiving the response of the individual; or
22	"(ii) in the case of a proposed order to
23	which an individual does not respond, not later
24	than 15 business days after the Secretary pro-

- vides notice to the individual under subparagraph (B)(i).
- 3 "(2) Upon the issuance of an order by the Secretary
- 4 under paragraph (1), the individual shall have an oppor-
- 5 tunity to appeal the order to the Director of the Office
- 6 of Personnel Management before the date that is seven
- 7 business days after the date of such issuance.
- 8 "(3) The Director of the Office of Personnel Manage-
- 9 ment shall make a final decision with respect to an appeal
- 10 under paragraph (2) within 30 business days of receiving
- 11 the appeal.
- 12 "(c) Administrative Requirements.—Not later
- 13 than 37 business days after the Secretary issues a final
- 14 order under subsection (a) or (b), the Director of the Of-
- 15 fice of Personnel Management shall recalculate the annu-
- 16 ity of the individual.
- 17 "(d) Lump-Sum Annuity Credit.—Any individual
- 18 with respect to whom an annuity is reduced under sub-
- 19 section (a) or (b) shall be entitled to be paid so much of
- 20 such individual's lump-sum credit as is attributable to the
- 21 period of covered service.
- 22 "(e) Spouse or Children Exception.—The Sec-
- 23 retary, in consultation with the Office of Personnel Man-
- 24 agement, shall prescribe regulations that may provide for
- 25 the payment to the spouse or children of any individual

referred to in subsection (a) or (b) of any amounts which 2 (but for this subsection) would otherwise have been non-3 payable by reason of such subsections. Any such regula-4 tions shall be consistent with the requirements of section 5 8332(0)(5) and 8411(1)(5) of title 5, as the case may be. "(f) DEFINITIONS.—In this section: 6 7 "(1) The term 'covered service' means, with respect to an individual subject to a removal for per-8 9 formance or misconduct under section 719 or 7461 10 of this title or any other provision of law, the period 11 of service beginning on the date that the Secretary 12 determines under such applicable provision that the 13 individual engaged in activity that gave rise to such 14 action and ending on the date that the individual is 15 removed from or leaves a position of employment at 16 the Department prior to the issuance of a final deci-17 sion with respect to such action. 18 "(2) The term 'lump-sum credit' has the mean-19 ing given such term in section 8331(8) or section 20 8401(19) of title 5, as the case may be. 21 "(3) The term 'service' has the meaning given 22 such term in section 8331(12) or section 8401(26) 23 of title 5, as the case may be.". 24 (2) CLERICAL AMENDMENT.—The table of sec-25 tions at the beginning of chapter 7 is amended by

1	inserting after the item relating to section 719, as
2	added by section 3, the following new item:
	"721. Reduction of benefits of employees convicted of certain crimes.".
3	(b) Application.—Section 721 of title 38, United
4	States Code, as added by subsection (a)(1), shall apply
5	to any action of removal of an employee of the Department
6	of Veterans Affairs under section 719 or 7461 of this title
7	or any other provision of law, commencing on or after the
8	date of the enactment of this Act.
9	SEC. 5. AUTHORITY TO RECOUP BONUSES OR AWARDS
10	PAID TO EMPLOYEES OF DEPARTMENT OF
11	VETERANS AFFAIRS.
12	(a) In General.—Subchapter I of chapter 7 is fur-
13	ther amended by inserting after section 721, as added by
	ther amended by inserting after section 721, as added by section 4, the following new section:
14	· · · · · · · · · · · · · · · · · · ·
13 14 15 16	section 4, the following new section:
14 15 16	section 4, the following new section: "§ 723. Recoupment of bonuses or awards paid to em-
14 15 16 17	section 4, the following new section: "§ 723. Recoupment of bonuses or awards paid to employees of Department
14 15 16 17	section 4, the following new section: "§ 723. Recoupment of bonuses or awards paid to employees of Department "(a) In General.—Notwithstanding any other pro-
14 15 16 17 18	section 4, the following new section: "§ 723. Recoupment of bonuses or awards paid to employees of Department "(a) In General.—Notwithstanding any other provision of law, the Secretary may issue an order directing
14 15 16 17 18 19 20	section 4, the following new section: "§ 723. Recoupment of bonuses or awards paid to employees of Department "(a) In General.—Notwithstanding any other provision of law, the Secretary may issue an order directing an employee of the Department to repay the amount, or
14 15 16 17 18 19 20 21	section 4, the following new section: "§ 723. Recoupment of bonuses or awards paid to employees of Department "(a) In General.—Notwithstanding any other provision of law, the Secretary may issue an order directing an employee of the Department to repay the amount, or a portion of the amount, of any award or bonus paid to
14 15	section 4, the following new section: "§ 723. Recoupment of bonuses or awards paid to employees of Department "(a) In General.—Notwithstanding any other provision of law, the Secretary may issue an order directing an employee of the Department to repay the amount, or a portion of the amount, of any award or bonus paid to the employee under title 5, including under chapters 45
14 15 16 17 18 19 20 21	section 4, the following new section: "§ 723. Recoupment of bonuses or awards paid to employees of Department "(a) In General.—Notwithstanding any other provision of law, the Secretary may issue an order directing an employee of the Department to repay the amount, or a portion of the amount, of any award or bonus paid to the employee under title 5, including under chapters 45 or 53 of such title, or this title if—

1	such award or bonus would not have been paid, in
2	whole or in part, had the misconduct or poor per-
3	formance been known prior to payment; and
4	"(2) before such repayment, the employee is af-
5	forded—
6	"(A) notice of the proposed order; and
7	"(B) an opportunity to respond to the pro-
8	posed order by not later than ten business days
9	after the receipt of such notice; and
10	"(3) the Secretary issues the order—
11	"(A) in the case of a proposed order to
12	which an individual responds under paragraph
13	(2)(B), not later than five business days after
14	receiving the response of the individual; or
15	"(B) in the case of a proposed order to
16	which an individual does not respond, not later
17	than 15 business days after the Secretary pro-
18	vides notice to the individual under paragraph
19	(2)(A).
20	"(b) Appeals.—Upon the issuance of an order by
21	the Secretary under subsection (a), the individual shall
22	have an opportunity to appeal the order to another depart-
23	ment or agency of the Federal Government before the date
24	that is seven business days after the date of such issuance.

- 1 "(c) Final Decisions.—The head of the applicable
- 2 department or agency of the Federal Government shall
- 3 make a final decision with respect to an appeal under sub-
- 4 section (B) within 30 business days after receiving such
- 5 appeal.".
- 6 (b) CLERICAL AMENDMENT.—The table of sections
- 7 at the beginning of such chapter, as amended by section
- 8 4, is amended by inserting after the item relating to sec-
- 9 tion 721, as added by section 4(a)(2), the following new
- 10 item:

"723. Recoupment of bonuses or awards paid to employees of Department.".

- 11 (c) Effective Date.—Section 723 of title 38,
- 12 United States Code, as added by subsection (a), shall
- 13 apply with respect to an award or bonus paid by the Sec-
- 14 retary of Veterans Affairs to an employee of the Depart-
- 15 ment of Veterans Affairs on or after the date of the enact-
- 16 ment of this Act.
- 17 (d) Construction.—Nothing in this Act or the
- 18 amendments made by this Act may be construed to modify
- 19 the certification issued by the Office of Personnel Manage-
- 20 ment and the Office of Management and Budget regarding
- 21 the performance appraisal system of the Senior Executive
- 22 Service of the Department of Veterans Affairs.

1	SEC. 6. AUTHORITY TO RECOUP RELOCATION EXPENSES
2	PAID TO OR ON BEHALF OF EMPLOYEES OF
3	DEPARTMENT OF VETERANS AFFAIRS.
4	(a) In General.—Subchapter I of chapter 7 is fur-
5	ther amended by adding at the end the following new sec-
6	tion:
7	"§ 725. Recoupment of relocation expenses paid on
8	behalf of employees of Department
9	"(a) In General.—Notwithstanding any other pro-
10	vision of law, the Secretary may issue an order directing
11	an employee of the Department to repay the amount, or
12	a portion of the amount, paid to or on behalf of the em-
13	ployee under title 5 for relocation expenses, including any
14	expenses under section 5724 or 5724a of such title, or
15	this title if—
16	"(1) the Secretary determines that relocation
17	expenses were not lawfully authorized or that the
18	employee committed an act of fraud, waste, or mal-
19	feasance that influenced the authorization of the re-
20	location expenses;
21	"(2) before such repayment, the employee is af-
22	forded—
23	"(A) notice of the proposed order; and
24	"(B) an opportunity to respond to the pro-
25	posed order not later than ten business days
26	following the receipt of such notice; and

1	"(3) the Secretary issues the order—
2	"(A) in the case of a proposed order to
3	which an individual responds under paragraph
4	(2)(B), not later than five business days after
5	receiving the response of the individual; or
6	"(B) in the case of a proposed order to
7	which an individual does not respond, not later
8	than 15 business days after the Secretary pro-
9	vides notice to the individual under paragraph
10	(2)(A).
11	"(b) Appeals.—Upon the issuance of an order by
12	the Secretary under subsection (a), the individual shall
13	have an opportunity to appeal the order to another depart-
14	ment or agency of the Federal Government before the date
15	that is seven business days after the date of such issuance.
16	"(c) Final Decisions.—The head of the applicable
17	department or agency of the Federal Government shall
18	make a final decision with respect to an appeal under sub-
19	section (b) within 30 days after receiving such appeal.".
20	(b) Clerical Amendment.—The table of sections
21	at the beginning of such chapter is further amended by
22	inserting after the item relating to section 723, as added
23	by section 5(b), the following new item:
	"725. Recoupment of relocation expenses paid to or on behalf of employees of Department.".

1	(c) Effective Date.—Section 725 of title 38,
2	United States Code, as added by subsection (a), shall
3	apply with respect to an amount paid by the Secretary
4	of Veterans Affairs to or on behalf of an employee of the
5	Department of Veterans Affairs for relocation expenses on
6	or after the date of the enactment of this Act.
7	SEC. 7. TIME PERIOD FOR RESPONSE TO NOTICE OF AD-
8	VERSE ACTIONS AGAINST SUPERVISORY EM-
9	PLOYEES WHO COMMIT PROHIBITED PER-
10	SONNEL ACTIONS.
11	Section 733(a)(2)(B) is amended—
12	(1) in clause (i), by striking "14 days" and in-
13	serting "10 days"; and
14	(2) in clause (ii), by striking "14-day period"
15	and inserting "10-day period".
16	SEC. 8. DIRECT HIRING AUTHORITY FOR MEDICAL CENTER
17	DIRECTORS AND VISN DIRECTORS.
18	(a) In General.—Section 7401 is amended by add-
19	ing at the end the following new paragraph:
20	"(4) Medical center directors and directors of
21	Veterans Integrated Service Networks with dem-
22	onstrated ability in the medical profession, in health
23	care administration, or in health care fiscal manage-
24	ment.".

1	(b) Conforming Amendment.—Section 7404(a)(1)
2	is amended by inserting "and 7401(4)" after "7306".
3	SEC. 9. TIME PERIODS FOR REVIEW OF ADVERSE ACTIONS
4	WITH RESPECT TO CERTAIN EMPLOYEES.
5	(a) Major Adverse Actions Involving Profes-
6	SIONAL CONDUCT OR COMPETENCE.—Section 7462 is
7	amended—
8	(1) in subsection (b)—
9	(A) in paragraph (1)—
10	(i) in subparagraph (A), by striking
11	"At least 30" and inserting "Ten busi-
12	ness''; and
13	(ii) in subparagraph (B)—
14	(I) by striking "A reasonable
15	time, but not less than seven days"
16	and inserting "The opportunity, with-
17	in the ten-day notice period"; and
18	(II) by striking "orally and";
19	(B) in paragraph (3)—
20	(i) by striking "(A) If a proposed ad-
21	verse action covered by this section is not
22	withdrawn" and inserting "After consid-
23	ering the employee's answer, if any";
24	(ii) by striking "21 days" and insert-
25	ing "5 business days";

1	(iii) by striking "answer. The decision
2	shall include a statement of" and inserting
3	"answer stating"; and
4	(iv) by striking subparagraph (B);
5	and
6	(C) in paragraph (4)—
7	(i) by striking "(A) The Secretary"
8	and all that follows through "(B) The Sec-
9	retary" and inserting "The Secretary";
10	and
11	(ii) by striking "30 days" and insert-
12	ing "7 business days";
13	(2) in subsection (c)—
14	(A) in paragraph (3), by inserting "the
15	hearing must be concluded not later than 30
16	business days after the date on which the ap-
17	peal is filed, and" after "If such a hearing is
18	held,"; and
19	(B) in paragraph (4)—
20	(i) by striking "45 days" and insert-
21	ing "15 business days"; and
22	(ii) by striking "120 days" and insert-
23	ing "45 business days"; and
24	(3) in subsection (d)(1), by striking "90 days"
25	and inserting "15 business days".

1	(b) Other Adverse Actions.—Section $7463(c)(2)$
2	is amended—
3	(1) in subparagraph (A), by striking "an ad-
4	vance" and inserting "ten business days"; and
5	(2) in subparagraph (B)—
6	(A) by striking "a reasonable time" and
7	inserting "the opportunity, within the ten busi-
8	ness day notice period,"; and
9	(B) by striking "orally and".
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